

STATE BONDING FUND
INVESTMENT PERFORMANCE REPORT AS OF NOVEMBER 30, 2006

	November-06				October-06				September-06				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Policy	Month	Market Value	Allocation	Policy	Month	Market Value	Allocation	Policy	Quarter	FYTD	FY06	Ended	Ended
				Net ROR				Net ROR				Net ROR	Net	Net	6/30/2006	6/30/2006
															Net	Net
LARGE CAP DOMESTIC EQUITY																
<i>Structured Growth</i>																
Los Angeles Capital	80,050	2.8%	2.8%	2.95%	77,775	2.7%	2.8%	4.34%	76,653	2.7%	2.8%	1.60%	9.14%	11.12%	N/A	N/A
Total Structured Growth	80,050	2.8%	2.8%	2.95%	77,775	2.7%	2.8%	4.34%	76,653	2.7%	2.8%	1.60%	9.14%	11.12%	12.01%	-0.32%
Russell 1000 Growth				1.98%				3.52%				3.94%	9.72%	6.12%	8.35%	-0.76%
<i>Structured Value</i>																
LSV	87,065	3.0%	2.8%	2.51%	84,990	3.0%	2.8%	3.46%	84,460	3.0%	2.8%	4.90%	11.25%	15.05%	21.14%	12.22%
Russell 1000 Value				2.28%				3.27%				6.22%	12.20%	12.10%	15.70%	6.89%
<i>Russell 1000 Enhanced Index</i>																
LA Capital	166,448	5.8%	5.6%	2.39%	162,616	5.7%	5.6%	4.00%	152,896	5.4%	5.6%	3.71%	10.44%	11.58%	N/A	N/A
Russell 1000				2.13%				3.40%				5.06%	10.94%	9.08%	N/A	N/A
<i>S&P 500 Enhanced Index</i>																
Westridge	167,193	5.8%	5.6%	1.93%	163,993	5.7%	5.6%	3.29%	163,265	5.8%	5.6%	5.75%	11.33%	8.77%	N/A	N/A
S&P 500				1.90%				3.26%				5.67%	11.18%	8.63%	N/A	N/A
<i>Index</i>																
State Street	58,127			1.55%	57,233			3.77%	56,716			5.78%	11.48%	9.51%	11.47%	2.62%
Total 130/30	58,127	2.0%	1.9%	1.55%	57,233	2.0%	1.9%	3.77%	56,716	2.0%	1.9%	5.78%	11.48%	9.51%	11.47%	2.62%
S&P 500				1.90%				3.26%				5.67%	11.18%	8.63%	11.22%	2.49%
TOTAL LARGE CAP DOMESTIC EQUITY	558,882	19.4%	18.8%	2.26%	546,607	19.1%	18.8%	3.72%	533,990	19.0%	18.8%	4.49%	10.83%	10.95%	13.63%	3.95%
S&P 500				1.90%				3.26%				5.67%	11.18%	8.63%	11.22%	2.49%
SMALL CAP DOMESTIC EQUITY																
<i>Manager-of-Managers</i>																
SEI	190,710	6.6%	6.3%	2.94%	185,362	6.5%	6.3%	5.47%	175,728	6.3%	6.3%	-0.01%	8.56%	13.58%	18.20%	7.84%
Russell 2000 + 200bp				2.80%				5.92%				0.94%	9.91%	16.86%	21.06%	10.38%
TOTAL SMALL CAP DOMESTIC EQUITY	190,710	6.6%	6.3%	2.94%	185,362	6.5%	6.3%	5.47%	175,728	6.3%	6.3%	-0.01%	8.56%	13.58%	18.20%	7.86%
Russell 2000				2.63%				5.76%				0.44%	9.02%	14.58%	18.70%	8.50%
INTERNATIONAL EQUITY																
<i>Large Cap - Active</i>																
Capital Guardian	120,939	4.2%	4.0%	1.41%	119,115	4.2%	4.0%	3.73%	114,737	4.1%	4.0%	5.02%	10.48%	28.07%	20.99%	6.90%
LSV	118,455	4.1%	4.0%	2.01%	116,253	4.1%	4.0%	3.74%	111,972	4.0%	4.0%	6.24%	12.42%	27.09%	N/A	N/A
Total Large Cap - Active	239,394	8.3%	8.0%	1.70%	235,368	8.2%	8.0%	3.73%	226,709	8.1%	8.0%	5.62%	11.43%	27.66%	21.92%	12.63%
MSCI EAFE - 50% Hedged				1.64%				3.38%				4.87%	10.20%	26.72%	22.56%	6.89%
<i>Small Cap - Value</i>																
Lazard	29,295	1.0%	1.0%	4.90%	27,936	1.0%	1.0%	4.90%	26,635	0.9%	1.0%	0.72%	10.84%	23.65%	28.06%	N/A
Citigroup Broad Market Index < \$2BN				4.20%				3.40%				1.53%	9.39%	29.28%	32.40%	N/A
<i>Small Cap - Growth</i>																
Vanguard	29,794	1.0%	1.0%	4.51%	28,507	1.0%	1.0%	3.66%	27,500	1.0%	1.0%	3.73%	12.37%	29.24%	32.39%	N/A
Citigroup Broad Market Index < \$2BN				4.20%				3.40%				1.53%	9.39%	29.28%	32.40%	N/A
TOTAL INTERNATIONAL EQUITY	298,482	10.3%	10.0%	2.27%	291,811	10.2%	10.0%	3.83%	280,844	10.0%	10.0%	4.93%	11.42%	27.35%	23.83%	8.67%
MSCI EAFE - 50% Hedged				1.64%				3.38%				4.87%	10.20%	26.72%	22.56%	6.89%
DOMESTIC FIXED INCOME																
<i>Core Bond</i>																
Western Asset	546,986	19.0%	19.0%	1.42%	536,366	18.7%	19.0%	0.90%	531,335	18.9%	19.0%	4.45%	6.89%	-0.90%	7.36%	8.59%
Lehman Aggregate				1.16%				0.66%				3.81%	5.71%	-0.81%	2.05%	4.97%
<i>Core Plus/Enhanced</i>																
Clifton Group	124,931	4.3%	4.4%	0.99%	123,059	4.3%	4.4%	0.52%	122,558	4.4%	4.4%	N/A	N/A	N/A	N/A	N/A
Prudential	124,731	4.3%	4.4%	1.21%	122,493	4.3%	4.4%	1.03%	121,190	4.3%	4.4%	N/A	N/A	N/A	N/A	N/A
Total Core Plus/Enhanced	249,663	8.7%	8.8%	1.10%	245,551	8.6%	8.8%	0.77%	243,748	8.7%	8.8%	N/A	N/A	N/A	N/A	N/A
Lehman Aggregate				1.16%				0.66%				3.81%				
<i>Index</i>																
Bank of ND	230,226	8.0%	8.3%	1.09%	235,160	8.2%	8.3%	0.61%	233,697	8.3%	8.3%	3.10%	4.87%	-1.14%	1.14%	4.90%
Lehman Gov/Credit (1)				1.17%				0.63%				3.91%	5.79%	-1.52%	1.04%	4.78%
<i>BBB Average Quality</i>																
Wells Capital (formerly Strong)	547,238	19.0%	19.0%	1.49%	536,423	18.7%	19.0%	0.96%	531,191	18.9%	19.0%	4.60%	7.17%	-2.11%	2.63%	N/A
Lehman US Credit BAA				1.55%				0.89%				4.80%	7.37%	-2.37%	2.63%	N/A
TOTAL DOMESTIC FIXED INCOME	1,574,113	54.6%	55.0%	1.35%	1,553,500	54.3%	55.0%	0.86%	1,539,971	54.8%	55.0%	4.28%	6.59%	-1.39%	6.59%	7.79%
Lehman Aggregate (2)				1.16%				0.66%				3.81%	5.71%	-0.81%	1.84%	5.28%
CASH EQUIVALENTS																
Bank of ND	261,894	9.1%	10.0%	0.44%	285,945	10.0%	10.0%	0.44%	277,253	9.9%	10.0%	1.35%	2.24%	4.50%	2.71%	2.42%
90 Day T-Bill				0.43%				0.38%				1.33%	2.15%	4.00%	2.37%	2.25%
TOTAL BONDING FUND	2,884,081	100.0%	100.0%	1.63%	2,863,225	100.0%	100.0%	1.95%	2,807,786	100.0%	100.0%	3.84%	7.59%	5.28%	7.24%	5.20%
POLICY TARGET BENCHMARK				1.37%				1.71%				3.81%	7.02%	4.99%	6.57%	5.10%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.